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UNITED STATES DISTRICT COURT FOR THE
CENTRAL DISTRICT OF CALIFORNIA

CHRISTOPHER MORRIS and MICHAEL SANTOLI, on behalf of themselves and all similarly situated persons, and the general public,

Plaintiffs,

vs.

CARRINGTON MORTGAGE SERVICES, LLC; CARRINGTON MORTGAGE HOLDINGS, LLC and DOES 1 through 100, inclusive,

Defendants.

} Case No.:

} CLASS ACTION

} CLASS ACTION COMPLAINT

} 1. Federal Labor Standards Act§16(b)

} 2. Violation of Labor Code sections 510 and 1198;

} 3. Violation of Labor Code sections 226.7(a) and 512(a) – Improper Meal Periods;

} 4. Violation of Labor Code section 226.7(a) – Improper Rest Periods;

} 5. Violation of Labor Code section 226(a) – Improper Wage Statements;

} 6. Violation of Labor Code sections 201-203 – Wages Not Paid Upon Separation;

} 7. Violation of Business and Professions Code section 17200, et seq. – Unfair Business Practices;

INTRODUCTION

3 1. Comes the representative Plaintiffs, Christopher Morris (“Morris”) and
4 Michael Santoli (“Santoli”) (collectively referred to as “Plaintiffs) file this lawsuit against
5 Defendant, Carrington Mortgage Services, LLC and Carrington Mortgage Holdings LLC
6 for themselves and all other similarly situated individuals, for legal relief to redress
7 unlawful violations of Plaintiffs’ rights under the Fair Labor Standards Act of 1938
8 (“FLSA” or “the Act”), 29 U.S.C. §§ 201, *et seq.*, the collective action provision of the
9 FLSA, California Business and Professions Code §17200, *et seq.*, and California Labor
10 Code §§510, 1198, 201-203, 226, 226.7, 2699, *et seq.* committed by Carrington Mortgage
11 Services, LLC and Carrington Mortgage Holdings, LLC (collectively, “Carrington”)
12 and/or “Defendant”) which have deprived the named Plaintiffs, as well as others similarly
13 situated to the named Plaintiffs, of their lawful wages. The suit is brought on behalf of
14 the named Plaintiffs and all others similarly situated, pursuant to both California law and
15 § 216(b) of the FLSA.

JURISDICTION AND VENUE

18 2. Jurisdiction over Plaintiffs' federal claims is based upon: (a) Section 16(b)
19 of the FLSA, 29 U.S.C. § 216(b), which authorized employees to bring civil actions in
20 courts of appropriate jurisdiction to recover damages for an employers' failure to pay
21 overtime wages as required by the FLSA; and (b) 29 U.S.C. §§ 1331 and 1337.

22 3. Venue in this district is proper pursuant to 28 U.S.C. § 1391(b). At all times
23 material herein, Defendants Carrington Mortgage Services, LLC and Carrington
24 Mortgage Holdings, LLC (“Carrington”) has been actively conducting business in the
25 State of California and within the geographic area encompassing the Central District of
26 the State of California and its principal place of business is located within the district.

27 4. Jurisdiction over Plaintiffs' state law class action claims under the California
28 Labor Code and the claim under §17200 of the California Business and Professions Code

1 are based upon this Court's supplemental jurisdiction under 28 U.S.C. § 1337(a), because
2 the state law claims are so related to Plaintiffs' federal claims that they form a part of the
3 same case or controversy between Plaintiffs and Defendants.

4 5. The Plaintiffs was an employee for the Defendants, and brings this action as
5 a collective action in accordance with 29 U.S.C. §216(b) of the FLSA against the
6 Defendants on behalf of himself and all others similarly situated because of Defendants'
7 unlawful deprivation of Plaintiffs' rights to all wages owed. Plaintiffs seek a declaratory
8 judgment under 28 U.S.C. § 2201 and compensation, damages, equitable and other relief
9 available under the FLSA, as amended 29 U.S.C. § 201 *et seq.* Plaintiffs also seeks relief
10 on a collective and class-wide basis challenging the unlawful business practice engaged
11 in by Defendants of failing to compensate Plaintiffs and all others similarly situated for
12 all wages owed.

13 6. Defendants are in the business of selling loans to consumers. Carrington
14 operates its business throughout the country, including in the State of California.

15 7. The similarly situated individuals include loan officers (or mortgage
16 professionals, loan consultants, or any person carrying out the same duties as loan
17 officers) (hereinafter "Carrington Employees") who work for Carrington. The Carrington
18 Employees are expected to sell Carrington's products and services to customers in
19 Carrington's retail locations. Defendant did not compensate Carrington Employees for all
20 hours they worked, including, but not limited to failing to pay proper overtime, failed to
21 compensate for missed meal/rest breaks in California, failed to reimburse, failed to
22 provide proper pay stubs, pay wages on time, and pay all wags upon termination of the
23 employment relationship.

24 8. The FLSA claim is brought under Section 16(b) of the FLSA, 29 U.S.C. §
25 216(b), as a nation-wide "opt-in" collective action (hereinafter "the FLSA Action"). The
26 FLSA Action is brought on behalf of all persons in the United States who have been, are
27 and/or will be employed by Defendants as loan officers (otherwise referred to as
28 mortgage professionals, loan consultants, or any person carrying out the same duties as

1 loan officers), who worked from September 30, 2013 (three years prior to the filing date
2 of *Ritenour v. Carrington Mortgage Services, LLC, et al.*, Case No. 8:16-cv-02011
3 lawsuit as a result of tolling), at any time, through the date of judgment (hereinafter “the
4 FLSA Employees”). The FLSA Action seeks to (i) recover unpaid wages and overtime
5 compensation owed to the FLSA Employees, (ii) obtain an equal amount in liquidated
6 damages, as provided by Section 16(b) of the FLSA, and (iii) recover reasonable
7 attorneys’ fees and costs of the action, as provided for by Section 16(b) of the FLSA.

8 9. Plaintiffs also assert various claims under California law as a conventional
9 “opt-out” class action under Rule 23 of the Federal Rules of Civil Procedure (“the
10 California Class”). The California Class Action is brought on behalf of all persons who
11 have been, are and/or will be employed by Defendants, in the state of California, at any
12 time, in the position of loan officers (otherwise referred to mortgage professionals, loan
13 consultants, or any person carrying out the same duties as loan officers) who worked
14 from September 30, 2013 (three years prior to the filing date of *Ritenour v. Carrington*
15 *Mortgage Services, LLC, et al.*, Case No. 8:16-cv-02011 lawsuit as a result of tolling),
16 through the date of judgment. The California class has claims based upon the same
17 unlawful business practice of not paying Carrington Employees, their wages and/or
18 compensation for all hours worked as required under the applicable federal law, in
19 addition for failing to compensate Carrington Employees for meal and rest breaks
20 under California law including the Labor Code, UCL, and Wage Orders. The
21 California class also has claims based upon the illegal and unlawful business practices
22 of a) failing to pay the California class overtime and premium wages owed for
23 overtime hours worked including based on the legally required “regular rate”
24 including any commission and/or bonus wage compensation. Plaintiffs are informed
25 and believe, and based thereon alleges, that Carrington knew or should have known
26 that Plaintiffs and the other Nationwide and California class members were entitled to
27 receive a) premium wages for overtime compensation including that based on a
28 regular rate that includes commission and/or bonus wages and that neither Plaintiffs

1 nor the California class were receiving all minimum wages due and owing under the
2 law for overtime hours worked, and b) failing to timely pay the California class all
3 wages owed upon discharge or resignation. Plaintiffs and the other California class
4 members did not receive payment of all wages, including overtime and minimum
5 wages, within any time permissible under California Labor Code section 204, c)
6 failing to receive compensation for meal and rest breaks, and d) failing to provide
7 Plaintiffs and the California class with complete and accurate payroll/wage statements
8 and/or reports in accordance with California law. In addition, and on information and
9 belief, Plaintiffs and all similarly situated employees of Defendant, were regularly
10 compelled to work overtime without proper compensation in order to meet certain
11 goals, to generate more sales, to prevent loss of clientele, and to not properly
12 compensate Plaintiffs and all other similarly situated employees for overtime wages.
13 During this liability period, Plaintiffs and other similarly situated employees received
14 commissions and nondiscretionary bonuses as well as an hourly rate as designated non-
15 exempt employees. There is a systemic miscalculation of the overtime rate for
16 compensation, which is predicated on Plaintiffs and all similarly situated employees'
17 hourly rate and commissions/bonuses and Defendants failure to pay Plaintiffs and class
18 members for all overtime worked. On information and belief, Plaintiffs and all
19 similarly situated employees assert that Defendants failed to pay Plaintiffs and class
20 members overtime and failed to properly incorporate these commission and bonus
21 payments and overtime worked but not paid into the regular rate of pay when
22 calculating overtime compensation. This miscalculation in failing to properly
23 incorporate these commission and bonus payments into the regular rate of pay when
24 calculating overtime, directly led to Defendants undercompensating Plaintiffs and all
25 other similarly situated employees for overtime hours worked. Additionally, on
26 information and belief, overtime and these commissions and bonuses were not always
27 paid to Plaintiffs and other similarly situated employees when earned or when due,
28 thereby making Defendants liable for failing to timely pay commissions and bonuses

1 (or at times at all) and to properly incorporate these commission and bonus payments
2 into the regular rate of pay when calculating overtime compensation. This failure to
3 properly pay Plaintiffs and class members overtime, including the overtime based on
4 failing to calculate commissions and bonuses into the regular rate also led directly to
5 Defendants undercompensating Plaintiffs and other similarly situated employees for
6 overtime hours worked. Defendant's failure to pay Plaintiffs and other similarly
7 situated employees the unpaid balance of premium overtime compensation violates the
8 provisions of California Labor Code sections 510 and 1194, as well as IWC wage order
9 4-2001 and the Federal Labor Standards Act ("FLSA"), which serves a predicate
10 violation of California Business and Professions Code section 17200, et seq.

11 10. The California class seeks to (i) recover daily and weekly unpaid
12 compensation owed to the California class, (ii) missed meal and rest breaks, (iii) waiting
13 time penalties under Section 203 of the California Labor Code owed to those members of
14 the sub-class whose employment with Carrington has terminated and who have not been
15 timely paid all wages due to them upon termination of their employment, (iv) damages as
16 permitted under California Labor Code Section 226, and (v) recover reasonable
17 attorneys' fees and costs as provided for by the California Labor Code.

18 11. Finally, the claim under Section 17200 of the California Business and
19 Professions Code seeks equitable and injunctive relief enjoining Defendants from the
20 allegedly illegal conduct and for failing to make, keep and preserve the records required
21 by the FLSA and California law. This claim also seeks to obtain (i) restitution as allowed
22 by the UCL, and (ii) reasonable attorneys' fees and costs as provided for by Section
23 1021.5 of the California Code of Civil Procedure.

24 12. The FLSA Action is maintained as a collective action under 29 U.S.C. §
25 216(b) on behalf of all past, present and future employees of Defendant who have been,
26 are and/or will be employed as loan officers (or mortgage professionals, loan consultants,
27 or any person carrying out the same duties as loan officers) who worked the first shift of
28 any day in the United States during the period of September 30, 2013 (three years from

1 the date of filing of *Ritenour v. Carrington Mortgage Services, LLC, et al.*, Case No.
2 8:16-cv-02011 as a result of tolling) through the date of judgment. Plaintiffs are citizens
3 of the United States, and reside in the State of California and the State of Arizona. At all
4 times material herein, the named Plaintiffs have been employed by Defendants, in one of
5 the positions of loan officers (otherwise referred to as mortgage professionals, loan
6 consultants, or any person carrying out the same duties as loan officers). Plaintiffs are
7 identified in the caption of the Complaint and have given their written consent to be party
8 Plaintiffs in this action pursuant to 29 U.S.C. § 216(b).

9 13. The California class is maintained on behalf of a class of past, present and
10 future employees of Defendants who have been employed as loan officers (or mortgage
11 professionals, loan consultants, or any person carrying out the same duties as loan
12 officers) in the State of California at any time during the period four years prior to the
13 date that this lawsuit was filed through the entry of judgment.

14

15 THE PARTIES

16 14. The named Plaintiffs, Christopher Morris is a citizen of the United States
17 residing in the state of California. Plaintiffs, Michael Santoli is a citizen of the United
18 States and resides in the state of Arizona. Plaintiffs, Christopher Morris has standing to
19 pursue claims pursuant to California Business and Professions Code Section 17200 on
20 behalf of public interest. Plaintiffs, Christopher Morris is a former employee of
21 Carrington, who worked for Carrington at in Orange County from in or about September
22 2017 to approximately April 2018. He held the position of loan officer (otherwise
23 referred to as mortgage professionals, loan consultant or any other person carrying out the
24 duties of a loan officer) for Carrington. Plaintiffs, Michael Santoli is a former employee
25 of Carrington, who worked for Carrington at in Arizona from in or about March 2017 to
26 approximately October 2017. He held the position of loan officer (otherwise referred to
27 as mortgage professionals, loan consultant) of Carrington. During his employment with
28 Carrington, like other Carrington Employees, Plaintiffs regularly worked in excess of

1 eight (8) hours in a workday and/or in excess of forty (40) hours in a workweek and
2 Carrington Employees were not compensated for meal and rest breaks. Plaintiffs have
3 not been paid all wages owed to them for all hours worked as required under the FLSA
4 and California law.

5 15. Plaintiffs have been injured by the illegal practices and conduct alleged in
6 this complaint. Plaintiffs' claims under the FLSA and/or California law are similar to
7 and typical of the claims of the FLSA Employees and the members of the California
8 class.

9 16. On information and belief, Defendant Carrington Mortgage Services, LLC
10 and Carrington Mortgage Holdings, LLC are each corporations incorporated in the State
11 of Delaware with their worldwide headquarters located at Anaheim, California.
12 Carrington Mortgage Services, LLC and Carrington Mortgage Holdings, LLC are
13 qualified to and does do business in the State of California and nationwide.

14 17. Defendants jointly maintain either actual or constructive control, oversight,
15 or direction over the operations of and its employment practices applicable to Plaintiffs
16 and the alleged class.

17 18. Defendants are subject to personal jurisdiction in the State of California for
18 purposes of this lawsuit.

19 19. At all times material to this action Defendants have been an "employer" of
20 the named Plaintiffs, as defined by §203(d) of the FLSA.

21
22 **CLASS ACTION ALLEGATIONS**

23 20. The California class may be appropriately maintained as a class action under
24 Rule 23 because all of the prerequisites set forth under Rule 23 are met.

25 21. Members of the California class are so numerous that joinder of all such
26 members is impracticable. Although the exact size of the California class is unknown, it
27 is believed and alleged that the number of persons currently employed as loan officers
28 (mortgage professionals or loan consultants) by Carrington in the State of California

1 number more than 50, and over the past four years, it is believed and alleged that
2 Carrington has employed more than 500 persons as loan officers in the United States,
3 including the State of California. The number of current and former California-based
4 employees of Carrington is so numerous that joinder is impracticable if not impossible.

5 22. There are questions of law and fact common to the California class with
6 respect to the liability issues, relief issues and anticipated affirmative defenses. For
7 example, predominate common questions of fact and law include Defendant's policy and
8 practice of Defendant's systemic failure to include all overtime worked by Plaintiffs and
9 the Class, proper premium overtime calculations for weeks where commission and/or
10 bonus is earned; whether employees were paid for missed meal and rest breaks, whether
11 all wages were timely paid to employees upon termination of employment; and whether
12 the information provided to employees is compliant with the requirements of Labor Code
13 226. (Fed.R.Civ.P. 23(b)(3)).

14 23. The prosecution of separate actions by the California sub-class would
15 create a risk of inconsistent or varying adjudications with respect to individual members
16 of the California class that would establish incompatible standards of conduct for parties
17 opposing the class. (Fed.R.Civ.P. 23(b)(1)(A).)

18 24. Plaintiffs will fairly and adequately protect the interests of the
19 California class because they and their counsel possess the requisite resources and
20 abilities to prosecute this case as a class action.

21 25. The prosecution of separate actions by the California class would create a
22 risk of adjudications with respect to individual members of the class that would, as a
23 practical matter, be dispositive of the interests of the other members not parties to the
24 adjudications or substantially impair or impede their ability to protect their interests.
25 (Fed.R.Civ.P. 23(b)(1)(B).)

26 26. The questions of law and fact common to the California class predominate
27 over any questions affecting only individual class members, and a class action is superior
28

1 to other available methods for the fair and efficient adjudication of the controversy.
2 (Fed.R.Civ.P. 23(b)(3).) More specifically,

3 a. Members of the California class have little or no interest in
4 individually controlling the prosecution of separate actions. (Fed.R.Civ.P.
5 23(b)(3)(A).)

6 b. It is desirable to concentrate the litigation of the claims in this Court
7 because Carrington does a substantial amount of business in this district;

8 c. This action is manageable as a class action because, compared to any
9 other method such as individual interventions or the consolidation of individual
10 actions, a class action is more fair and efficient. (Fed.R.Civ.P. 23 (b)(3)(D).)

11 27. Plaintiffs contemplate providing a notice or notices to the California class, as
12 approved by the Court, to be delivered through the United States mail. The notice or
13 notices shall, among other things, advise the California class that they shall be entitled to
14 "opt out" of the class certified for the California Action if they so request by a date
15 specified within the notice, and that any judgment on the California Action, whether
16 favorable or not, entered in this case will bind all class members except those who
17 affirmatively exclude themselves by timely opting out.

18 28. Plaintiffs also contemplate providing a notice or notices to all of the FLSA
19 Employees, as approved by the Court, to be delivered through the United States mail. The
20 notice or notices shall, among other things, advise each of the FLSA Employees that they
21 shall be entitled to "opt into" the FLSA Action if they so request by the date specified
22 within the notice, and that any judgment on the FLSA Action, whether favorable or not,
23 entered in this case will bind all FLSA call members who timely request inclusion in the
24 class.

25 **FIRST CLAIM FOR RELIEF FOR VIOLATION**
26 **OF THE FAIR LABOR STANDARDS ACTION OF 1938**
27 **(On Behalf of the FLSA Employees As Against Defendant)**

1 29. Plaintiffs re-assert and re-allege the allegations set forth in Paragraphs 1
2 through 28, above except those paragraphs that are inconsistent with this cause of action
3 brought pursuant to the FLSA.

4 30. The FLSA regulates, among other things, the payment of overtime pay by
5 employers. 29 U.S.C. § 207(a)(1).

6 31. Section 7(a)(1) of the FLSA, 29 U.S.C. § 207(a)(1), requires employers to
7 pay non-exempt employees for all hours worked and for those who work longer than
8 forty (40) hours in a workweek one and one-half times the employee's regular rate of pay
9 for the hours worked in the workweek in excess of forty (40) hours.

10 32. Carrington is, and was, subject to this requirement to pay Carrington
11 Employees both for all hours worked and one and one-half times the employees' regular
12 rate of pay for all hours worked in a workweek in excess of forty (40) hours.
13 Commissions and bonus pay earned by Carrington Employees should be evaluated in
14 determining the regular rate of pay and overtime rate of pay. Defendants violated the
15 FLSA by failing to pay Carrington Employees for overtime for all hours worked. The
16 persons employed by Defendants as Carrington Employees in the United States regularly,
17 and as a matter of policy and practice, worked and do work hours in which they are not
18 paid overtime according the law. Specifically, Defendant's company-wide policy does
19 not pay its Carrington Employees overtime using the correct calculation methodology for
the hours worked overtime.

20 33. Carrington Employees frequently work in excess of forty (40) hours in a
21 workweek, but Defendants do not pay Carrington Employees for overtime wages based
22 on the correct regular and/or overtime rate.

23 34. As a result, Defendants have deprived Plaintiffs and the other Carrington
24 Employees of wages earned by not paying the Carrington Employees for all hours
25 worked and not paying them premium wages owed for overtime hours worked which is
26 based on the commissions earned during a particular pay period.

27 35. Carrington's violations of the FLSA as alleged herein have been done in a
28 willful and bad faith manner such that the FLSA Employees are entitled to damages equal

1 to the amount of overtime premium pay within the three years preceding the filing of this
2 complaint, plus periods of equitable tolling. As a result of the aforesaid willful violations
3 of the FLSA, overtime compensation has been unlawfully withheld by Defendants from
4 Plaintiffs and similarly situated persons for which the Defendants are liable pursuant to
5 29 U.S.C. § 216(b), together with an additional equal amount as liquidated damages, as
6 well as interest, reasonable attorneys' fees and costs.

7 36. The employment and work records for the Plaintiffs are in the exclusive
8 possession, custody and control of Defendants and Plaintiffs are unable to state at this
9 time the exact amount owing to each of them. Defendants are under a duty imposed by 29
10 U.S.C. § 211 and the regulations of the U.S. Department of Labor to maintain and
11 preserve Plaintiffs' payroll and other employment records from which the amounts of the
12 Defendants' liability can be ascertained.

13 **SECOND CLAIM FOR RELIEF FOR VIOLATION**

14 **Violation of Labor Code sections 510 & Industrial Welfare Commission Wage** 15 **Order 4-2001, §3(A) – Unpaid Overtime and Double Time** 16 **(On Behalf of the California Employees As Against Defendant)**

17 37. Plaintiffs incorporate by reference and re-allege, as if fully stated herein, the
18 material allegations set forth in paragraphs 1 through 36 of this Complaint.

19 38. At all times herein set forth, California Labor Code section 218 authorizes
20 employees to sue directly for any wages or penalties due to them under this article of the
21 California Labor Code.

22 39. At all times herein set forth, California Labor Code section 1198 provides
23 that it is unlawful to employ persons for longer than the hours set by the Industrial
24 Welfare Commission (hereinafter "IWC").

25 40. At all times herein set forth, IWC Wage Order section 4-2001(3)(A), which
26 is applicable to Plaintiffs and all other similarly situated employees employment by
27 Defendants, has provided that employees working for more than eight (8) hours in one
28 (1) day, and/or more than forty (40) hours in one (1) workweek, are entitled to payment at

1 the rate of one-and-one-half (1 ½) his or her regular rate of pay for all hours worked in
2 excess of eight (8) hours in one (1) day or more than forty (40) hours in one (1) work
3 week. An employee who works more than twelve (12) hours in one (1) day is entitled to
4 overtime compensation at a rate of twice his or her regular rate of pay. During this
5 liability period, Plaintiffs and other similarly situated employees Plaintiffs received
6 commissions as well as an hourly rate.

7 41. Plaintiffs and all similarly situated persons worked in excess of forty (40)
8 hours per workweek for each workweek while employed by Defendant throughout the
9 course of employment with Defendant, subject to any workweeks wherein Plaintiffs and
10 class members missed workdays as a result of sick days, personal emergencies, or
11 anything else that would otherwise interfere with workweek schedules. Defendant
12 required Plaintiffs and the class to work but did not pay Plaintiffs and the class for all
13 hours worked on any given day or in any of the given workweeks herein mentioned.
14 Defendant failed to compensate Plaintiffs and all similarly situated persons for work
15 performed in excess of eight (8) hours a day or forty (40) hours per workweek while
16 employed by Defendant, which occurred throughout Plaintiffs and all similarly situated
17 persons course of employment with Defendant.

18 42. California Labor Code section 510 codifies the right to overtime
19 compensation at one-and-one-half (1 ½) the regular hourly rate for hours worked in
20 excess of eight (8) hours in one (1) day or forty (40) hours in one (1) week or for the first
21 eight (8) hours worked on the seventh day of work, and at twice the regular hourly rate
22 for hours worked in excess of twelve (12) hours in one (1) day or in excess of eight (8)
23 hours on the seventh day of work.

24 43. During the relevant time period, more specifically, three years dating back
25 from the filing of the original Complaint, Plaintiffs and all other similarly situated
26 employees worked in excess of eight (8) hours in one (1) work day and forty (40) hours
27 in one (1) work week. During the relevant time period, more specifically, dating back
28 three years from the filing of this Complaint, Plaintiffs and all other similarly situated

1 employees frequently worked in excess of ten (10) hours and often times worked in
2 excess of twelve (12) hours in one (1) work day.

3 44. On information and belief, Plaintiffs and all similarly situated employees of
4 Defendant, were regularly compelled to work off the clock and Defendant by and through
5 its management and supervisors at the direction of Defendant created a policy to
6 manipulate the time records to account for less hours than the total amount of hours
7 actually worked by Plaintiffs and all similarly situated employees in order to meet certain
8 goals, to generate more sales, to prevent loss of clientele, and to not properly compensate
9 Plaintiffs and all other similarly situated employees for overtime wages. More
10 specifically, Plaintiffs' supervisors (and management) and supervisors (and management)
11 of all similarly situated employees were fully aware that non-exempt employees were
12 being forced to work off the clock and those same supervisors and management
13 manipulated time records of Plaintiffs and other similarly situated employees to account
14 for less hours than actually worked by Plaintiffs and all other similarly situated
15 employees, which behavior was either implicitly or explicitly encouraged, condoned,
16 and/or mandated by Defendant.

17 45. During the relevant time period, Defendant failed to pay all premium
18 overtime wages due to miscalculation in failing to properly incorporate commission
19 payments into the regular rate of pay when calculating overtime, which directly led to
20 Defendant undercompensating Plaintiffs and all other similarly situated employees for
21 overtime hours worked. Additionally, in information and belief, these commissions
22 were not always paid to Plaintiffs and other similarly situated employees when earned or
23 when due, thereby making Defendant liable for failing to timely pay commissions (or at
24 times at all) and to properly incorporate these commission payments into the regular rate
25 of pay when calculating overtime compensation. This failure to properly pay
26 commissions also led directly to Defendant undercompensating Plaintiffs and other
27 similarly situated employees for overtime hours worked. On information and belief,
28

1 there is a miscalculation of the overtime rate for compensation as well, which is
2 predicated on Plaintiffs and all similarly situated employees hourly rate and commission.
3 In addition, Defendant failed to pay double time wages owed to Plaintiffs and all other
4 similarly situated employees for worked performed in excess of twelve (12) hours. The
5 same miscalculation by either not properly computing the overtime rate based on
6 incorporating the commission payments into the regular rate of pay or delaying payment
7 of commissions to Plaintiffs and all other similarly situated employees resulted in
8 Plaintiffs and all other similarly situated employees from being undercompensated for
9 worked performed in excess of twelve (12) hours at the double-time rate.

10 46. During the relevant time period, Plaintiffs and all other similarly situated
11 employees regularly performed “non-exempt” labor and therefore, are not deemed to be
12 an “Independent Contractor”. Defendants’ failure to pay Plaintiffs and all other similarly
13 situated employees the unpaid balance of premium overtime compensation, as required
14 by California state law, violates the provisions of Labor Code section 510 and is therefore
15 unlawful.

16 47. Defendant’s failure to pay Plaintiffs and similarly situated Class Members
17 the unpaid balance of premium overtime compensation, as required by California state
18 law, violates the provisions of Labor Code section 510 and 1198 and is therefore
19 unlawful. Pursuant to Labor Code section 1194, Plaintiffs and all other similarly situated
20 employees are entitled to recover unpaid overtime compensation, as well as interest,
21 costs, and attorney's fees.

22 48. Pursuant to Labor Code section 558, Plaintiffs and all other similarly
23 situated employees are entitled to fifty dollars (\$50.00) for each pay period for which the
24 employee was underpaid.

25 49. This is in addition to an amount sufficient to recover underpaid wages and
26 for each subsequent violation, one hundred dollars (\$100.00) for each pay period for
27 which the employee was underpaid in addition to an amount sufficient to recover
28 underpaid wages.

1
2
3 **THIRD CLAIM FOR RELIEF FOR VIOLATION**

4 **Violation of Labor Code sections 226.7, 512(a), and Industrial Welfare**

5 **Commission Wage Order 4-2001, § 11 – Improper Meal Periods**

6 **(On Behalf of the California Employees As Against Defendant)**

7 50. Plaintiffs re-assert and re-allege the allegations set forth in Paragraphs 1
8 through 49.

9 51. At all times herein, Labor Code section 218 authorizes employees to sue
10 directly for any wages or penalty due to them under this article of the California Labor
11 Code.

12 52. At all times herein, Labor Code section 226.7(a) provides that no employer
13 shall require an employee to work during any meal period mandated by an applicable
14 order of the IWC.

15 53. At all times herein, Labor Code section 512(a) provides that an employer
16 may not employ an employee for a work period of more than five (5) hours per day
17 without providing the employee with a meal period of not less than thirty (30) minutes,
18 except that if the total work period per day of the employee is not more than six (6)
19 hours, the meal period may be waived by mutual consent of both the employer and the
20 employee.

21 54. The language of IWC Order No. 4-2001 § 11(B) relating to meal periods
22 tracks the language of the California Labor Code.

23 55. During the relevant time period, Plaintiffs and all other similarly situated
24 employees, who were scheduled to work in excess of five (5) hours, but not longer than
25 six (6) hours, and who did not waive their legally-mandated meal periods by mutual
26 consent, were required to work in excess of five (5) hours without receiving a meal
27 period of not less than thirty (30) minutes.

1 56. During the relevant time period, Plaintiffs and all other similarly situated
2 employees, who were scheduled to work for a period of time in excess of six (6) hours,
3 were required to work in excess of five (5) hours, without receiving a meal period of not
4 less than thirty (30) minutes. An employer may not employ an employee for a work
5 period of more than ten (10) hours per day without providing the employee with a
6 second meal period of not less than thirty (30) minutes, except that if the total hours
7 worked is no more than twelve (12) hours, the second meal period may be waived by
8 mutual consent of the employer and the employee only if the first meal period was not
9 waived.

10 57. Upon information and belief, during the relevant time frame, Defendant
11 maintained and enforced an aggressive set of demands for these non-exempt employees
12 with respect to the goals for its loan officers (otherwise referred to mortgage
13 professionals, loan consultants, or any person carrying out the same duties as loan
14 officers), thereby requiring Plaintiffs and all other similarly situated employees to
15 interrupt or shorten their lawful meal periods of thirty (30) uninterrupted minutes while
16 being relieved of all duty. Plaintiffs and all other similarly situated employees were
17 forced to work in excess of five (5) hours per day on a regular basis without being
18 provided a daily thirty (30) minute restrictive-free meal period.

19 58. Upon information and belief, during the relevant time frame, Plaintiffs and
20 all other similarly situated employees did not receive meal periods; in addition,
21 Defendant's work demands and pressure from Defendant's management, with specific
22 knowledge and/or at the instruction of Defendant, as a result of an implemented policy,
23 regularly required Plaintiffs and all other similarly situated employees to return to work
24 before completing (constitutes a missed meal period) an uninterrupted meal period of
25 thirty (30) minutes. Upon information and belief, during the relevant time frame,
26 Plaintiffs and all other similarly situated employees often worked shifts in excess of then
27 (10) hours, yet were never provided a second, uninterrupted meal period of thirty (30)
28 minutes for those shifts. Additionally, Defendant instructed its management and

1 supervisors as a part of its schedule, policies, and demands required that Plaintiffs and
2 all similarly situated employees falsely record meal periods under a threat (of not
3 receiving wages, retaliation, termination, and other similar forms of threats) or that
4 Defendant's management, supervisors, and other persons with authority of Defendant
5 falsely recorded that meal breaks were offered, provided, and exercised by Plaintiffs and
6 similarly situated employees, when in fact those meal breaks were not offered, provided
7 or exercised by Plaintiffs and other similarly situated employees, which was made
8 pursuant to Defendant's instructions. During all relevant periods, Defendant illegally
9 and unlawfully required Plaintiffs and members of the class to work through meal
10 periods. Wage orders required that Plaintiffs and the class members be compensated for
11 the meal periods for which Defendant required Plaintiffs and the class members to work.
12 Defendant did not provide Plaintiffs and class members with a meal break(s) during each
13 workweek throughout the course of employment with Defendant. Defendant failed to
14 compensate Plaintiffs and the class members for these meal periods worked on any
15 given day or during any given workweek. Despite the above-mentioned meal period
16 violations, Defendants never compensated Plaintiffs, and on information and belief,
17 never compensated all other similarly situated employees on additional hour of pay at
18 their regular rate as required by California law when meal periods were not provided.

19 59. Pursuant to Labor Code section 226.7(b) and Industrial Welfare
20 Commission Wage Order 4-2001, section 11(B), Plaintiffs and all other similarly
21 situated employees are entitled to recover from Defendant one (1) additional hour of pay
22 at the employee's regular rate of compensation for each work day that a meal period was
23 not provided, for a three-year statutory period dating back from the date of the
24 commencement of this action.

25
26 **FOURTH CLAIM FOR RELIEF FOR VIOLATION**

27 **Violation of Labor Code section 226.7(a) – Improper Rest Periods**
28 **(On Behalf of the California Employees As Against Defendant)**

1 60. Plaintiffs re-assert and re-allege the allegations set forth in Paragraphs 1
2 through 59.

3

4 61. At all times herein, Labor Code section 218 authorizes employees to sue
5 directly for any wages or penalty due to them under this article of the California Labor
6 Code.

7 62. At all times herein, Labor Code section 226.7(a) provides that no employer
8 shall require an employee to work during any rest period mandated by an applicable
9 order of the IWC.

10 63. IWC Order No. 4-2001 § 12, which covers rest periods, provides “[e]very
11 employer shall authorize and permit all employees to take rest periods, which insofar as
12 practicable shall be in the middle of each work period. The authorized rest period time
13 shall be based on the total hours worked daily at the rate of ten (10) minutes net rest time
14 per four (4) hours or major fraction thereof. However, a rest period need not be
15 authorized for employees whose total daily work time is less than three and one-half
16 (3½) hours. Authorized rest period time shall be counted as hours worked for which
17 there shall be no deduction from wages.”

18 64. Plaintiffs allege that Defendant did not provide Plaintiffs and all other
19 similarly situated employees proper uninterrupted rest periods that they were legally
20 entitled to. Upon information and belief, during the relevant time frame, Defendant
21 maintained and enforced a schedule and policies that due to business demands often
22 required Plaintiffs and all other similarly situated employees to shorten (constitutes a
23 missed rest break) or forego their lawful rest periods of ten (10) minutes for every four
24 (4) hours worked or major fraction thereof. Defendant instituted a company-wide
25 policy that demanded Plaintiffs and all other similarly situated employees remain at
26 their desk in order to generate more clientele and sales for Defendant. In instituting
27 Defendant’s company-wide policy of no rest breaks, but only for the purpose of using
28 the restroom, Defendant used its management and supervisors to ensure compliance.

1 During all relevant periods, Defendant illegally and unlawfully required Plaintiffs and
2 members of the Class to work through rest periods. Wage orders required that Plaintiffs
3 and the class members be compensated for the rest periods for which Defendant
4 required Plaintiffs and the class members to work. Defendant did not provide Plaintiffs
5 and class members with a rest break(s) during each workweek throughout the course of
6 employment with Defendant. Defendants failed to compensate Plaintiffs and the class
7 members for these rest periods worked on any given day or in any given workweek.
8 Despite the above-mentioned rest period violations, Defendant never compensated
9 Plaintiffs, and on information and belief, never compensated all other similarly situated
10 employees one additional hour of pay at their regular rate as required by California law
11 for each day on which rest periods were not authorized or permitted.

12 65. Defendant's conduct, as alleged herein, violates Labor Code section
13 226.7(a), which authorizes that no employer shall require any employee to work during
14 any meal or rest period mandated by an applicable order of the IWC.

15 66. Pursuant to Labor Code section 226.7(b) and Code of Civil Procedure
16 section 338, Plaintiffs and the other Class Members are entitled to recover from
17 Defendant one (1) additional hour of pay at the employee's regular rate of compensation
18 for each work day that a rest period was not provided, for a three-year statutory period
19 dating back from the date of the commencement of this action. Plaintiffs, on
20 information and belief and based upon such basis, allege that Plaintiffs and the other
21 Class Members, were systematically not permitted or authorized to take one (1) ten (10)
22 minute rest period for every four (4) hours worked or major fraction thereof, which is a
23 violation of the Labor Code and IWC wage order 4-2001, section 12. On shifts where
24 Plaintiffs worked in excess of three and half hours, they were routinely not permitted
25 and authorized to take lawful rest periods. Plaintiffs, on information and belief and
26 based upon such basis, allege that Plaintiffs and the other Class Members, were not
27 compensated with one hour of wages for every day in which a rest period was missed or
28 untimely as a result of Defendants' policies, practices, or work demands. By failing to

1 authorize and permit a ten-minute rest period for every four (4) hours or major fraction
2 thereof worked per day by its non-exempt employees, and by failing to provide
3 compensation for such non-provided or shortened rest periods, as alleged above,
4 Defendants willfully violated the provisions of Labor Code sections 226.7, 512 and
5 IWC Wage Order No. 4-2001.

6

7 **FIFTH CLAIM FOR RELIEF FOR VIOLATION**

8 **Violation of Labor Code section 226(a) – Improper Wage Statements**
9 **(On Behalf of the California Employees As Against Defendant)**

10 67. Plaintiffs re-assert and re-allege the allegations set forth in Paragraphs 1
11 through 66.

12 68. Labor Code section 226(a) mandates that employers provide their
13 employees, along with the employees' paychecks, "an accurate itemized statement in
14 writing showing (1) gross wages earned, (2) total hours worked by the employee, except
15 for any employee whose compensation is solely based on a salary and who is exempt
16 from payment of overtime under subdivision (a) of Section 515 or any applicable order
17 of the Industrial Welfare Commission, (3) the number of piece-rate units earned and any
18 applicable piece rate if the employee is paid on a piece-rate basis, (4) all deductions,
19 provided that all deductions made on written orders of the employee may be aggregated
20 and shown as one item, (5) net wages earned, (6) the inclusive dates of the period for
21 which the employee is paid, (7) the name of the employee and his or her social security
22 number, except that by January 1, 2008, only the last four digits of his or her social security
23 number or an employee identification number other than a social security
24 number may be shown on the itemized statement, (8) the name and address of the legal
25 entity that is the employer, and (9) all applicable hourly rates in effect during the pay
26 period and the corresponding number of hours worked at each hourly rate by the
27 employee."

1 69. Plaintiffs, on information and belief and based upon such basis, allege that
2 Plaintiffs and the other Class Members were intentionally not provided accurate wage
3 statements, pursuant to Labor Code section 226(a) by Defendant, because it was
4 Defendant's intent to avoid paying Plaintiffs and all other similarly situated employees,
5 the correct wages that Plaintiffs and all other similarly situated employees were legally
6 entitled to in order for Defendant to generate greater profits at the expenses of Plaintiffs
7 and all similarly situated employees.

8 70. Defendant also violated California Labor Code section 226, which requires
9 wage statements to list "all applicable hourly rates in effect during the pay period and
10 the corresponding number of hours worked at each hourly rate by the employee."
11 Defendant has knowingly and intentionally failed to comply with Labor Code § 226(a)
12 on wage statements which should have been properly provided to Plaintiffs and all other
13 similarly situated employees, and such violations flow from Defendant's improperly
14 policies and practices, their implementation and enforcement by Defendant, and the
15 violations alleged in the preceding causes of action and herein. More specifically, the
16 miscalculation of the overtime rate based on the commission rate and hourly rate, off-
17 the-clock hours worked, and premium wage payments for missed meal and rest breaks
18 should have been itemized on the wage statements issued by Defendant to Plaintiffs and
19 all similarly situated employees an constitutes a violation of California Labor Code
20 section 226. Defendant's intentional conduct by failing to provide Plaintiffs and all
21 similarly situated employees with accurate wage statements have caused Plaintiffs and
22 all similarly situated employees to suffer injury in fact by depriving them of their wage
23 records. In order to determine if they had been paid the correct amount and rate for all
24 hours worked, Plaintiffs and all other similarly situated employees have been, would
25 have been, and are compelled to discover for accuracy, the required information missing
26 from their wage statements and to perform calculations in light of the inaccuracies and
27 incompleteness of the wage statements Defendant provided to them. Given the
28 violations addressed above and the resulting inaccuracies in the wage statements

1 provided by Defendant to Plaintiffs and all other similarly situated employees,
2 Defendant have made it very difficult, to determine from the wage statements
3 themselves such important items of information as the appropriate pay rate to apply to
4 their hours worked. Defendant's Labor Code section 226 violations further injured
5 members of the Class by rendering them unaware of the full compensation to which
6 there were entitled under applicable provisions of the California Labor Code and
7 applicable IWC Wage Orders, and members of the Class have been accordingly
8 rendered unaware of how to calculate such compensation. Pursuant to California Labor
9 Code §226(c), Plaintiffs issued a written request to copy, inspect, and/or receive copies
10 of Plaintiffs employment file, including, but not limited to all documents supporting
11 employment with Defendant, however Defendant intentionally failed to respond to the
12 request.

13 71. Plaintiffs, on information and belief and based upon such basis, allege that
14 Plaintiffs and all other similarly situated employees are entitled to recover from
15 Defendant the greater of their actual damages caused by Defendant's failure to comply
16 with Labor Code Section 226(a) or an aggregate penalty not exceeding \$4,000, and an
17 award of costs and reasonable attorneys' fees pursuant to Labor Code Section 226(e).

18

19 **SIXTH CLAIM FOR RELIEF FOR VIOLATION**

20 **Violation of Labor Code sections 201-203 – Wages Not Paid Upon Separation**
21 **(On Behalf of the California Employees As Against Defendant)**

22 72. Plaintiffs re-assert and re-allege the allegations set forth in Paragraphs 1
23 through 71.

24 73. At all times herein set forth, Labor Code section 218 authorizes employees
25 to sue directly for any wages or penalties due to them under this article of the California
26 Labor Code.

27 74. At all times herein set forth, Labor Code sections 201-203 provide that if an
28 employer discharges an employee, the wages earned and unpaid at the time of discharge

1 are due and payable immediately, and that if an employee voluntarily leaves his or her
2 employment, his or her wages shall become due and payable not later than seventy-two
3 (72) hours thereafter; unless the employee has given seventy-two (72) hours previous
4 notice of his or her intention to quit, in which case the employee is entitled to his or her
5 wages at the time of quitting.

6 75. During the relevant time period, Defendant failed to pay Plaintiffs and all
7 other similarly situated employees, who are no longer employed by Defendant, all their
8 wages, earned and unpaid, either at the time of discharge, or within seventy-two (72)
9 hours of their leaving Defendant's employ.

10 76. Defendant also willfully violated Labor Code sections 201-203 by failing
11 to provide all owed wages at separation from employment. Labor Code sections 201
12 and 202 require Defendant to pay their employees all wages due either at time of firing,
13 or within seventy-two (72) hours of voluntary separation, if not sooner. Section 203 of
14 the Labor Code provides that if an employer willfully fails to timely pay such wages,
15 the employer must, as a penalty, continue to pay the subject employee's wages until the
16 back wages are paid in full or an action is commenced. The penalty cannot exceed
17 thirty (30) days of wages. Plaintiffs and all other similarly situated employees who
18 were separated from employment are entitled to compensation for all forms of wages
19 earned, including but not limited to unpaid overtime compensation and premium
20 payments for non-provided meal and rest periods, but to date have not received such
21 compensation, therefore entitling to wages.

22 77. Defendant's failure to pay Plaintiffs and all other similarly situated
23 employees, who are no longer employed by Defendant, all wages earned at the time of
24 their discharge, or within seventy-two (72) hours of their leaving Defendant's employ, is
25 in violation of Labor Code sections 201-203.

26 78. Labor Code section 203 provides that if an employer willfully fails to pay
27 wages owed, in accordance with sections 201 and 202, then the wages of the employee
28 shall continue as a penalty from the due date, and at the same rate until paid or until an

1 action is commenced; but the wages shall not continue for more than thirty (30) days.
2 Plaintiffs and all other similarly situated employees, who are no longer employed by
3 Defendant, are entitled to recover from Defendant the statutory penalty for each day they
4 were not paid at their regular hourly rate of pay, up to a thirty (30) day maximum,
5 pursuant to Labor Code section 203.

6

7 **SEVENTH CLAIM FOR RELIEF FOR VIOLATION**

8 **Violation of Business and Professions Code section 17200, et seq.**
9 **(On Behalf of the California Employees As Against Defendant)**

10 79. Plaintiffs re-assert and re-allege the allegations set forth in Paragraphs 1
11 through 78.

12 80. Defendant's conduct, as alleged herein, including not paying Plaintiffs and
13 the other Class Members for all wages owed, including overtime wages, wages for
14 missed meal periods and missed rest periods, not providing Plaintiffs and all other
15 similarly situated employees with inaccurate wage statements; and not paying Plaintiffs
16 and all other similarly situated employees all wages due upon separation from
17 Defendant, has been, and continues to be unlawful and unfair, and harmful to Plaintiffs
18 and all other similarly situated employees, and the general public.

19 81. Defendant's activities as alleged herein are in violation of California law,
20 and constitute unlawful and unfair business practices in violation of Business and
21 Professions Code section 17200, et seq., which justify the issuance of an injunction,
22 restitution, and other equitable relief pursuant to California Business and Professions
23 Code §17203.

24 82. Plaintiffs and all other similarly situated employees have been personally
25 aggrieved by Defendant's unlawful and unfair business practices as alleged herein,
26 including, but not necessarily limited to, the loss of money or property.

27 83. Defendant has failed and refused to pay Plaintiffs and class members
28 overtime wages in violation of the wage and hour overtime regulations established by

1 the Fair Labor Standards Act (“FLSA”), wherein Plaintiffs and all other similarly
2 situated employees are non-exempt. More specifically, Defendants’ conduct violated the
3 FLSA by failing to pay overtime wages to Plaintiffs and all other similarly situated
4 employees, who regularly worked in excess of forty (40) hours per workweek.
5 Defendant has failed and refused to provide Plaintiffs and Class Members with meal and
6 rest breaks in violation of the California Labor Code §§226.7(a) and 512. Defendant
7 has failed to reimburse Plaintiffs and class members business expenses pursuant
8 California Labor Code §2800 and 2802. Defendant has failed to provide Plaintiffs and
9 similarly situated employees with accurate wage statements pursuant to California Labor
10 Code section 226 as a result of failing to lawfully compensate Plaintiffs and similarly
11 situated employees and failed to provide Plaintiffs and similarly situated employees with
12 the wages owed upon separation pursuant to California Labor Code section 201-203.
13 Defendant violated California Business and Professions Code §17200, et seq. as a result
14 of violating these statutory provisions, where Plaintiffs and Class Members suffered an
15 economic hardship in order for Defendant to pursue monetary gain.

16 84. Plaintiffs and all other similarly situated employees seek restitution for
17 Defendant knowingly and willfully (or should have known) that Plaintiffs and all other
18 similarly situated employees were non-exempt employees, but refused to pay Plaintiffs
19 and all similarly situated employees in order for Defendant to financially benefit from its
20 illegal and unfair practices at the expense and work of Plaintiffs and all similarly situated
21 employees.

22 85. A violation of Business and Professions Code section 17200, et seq. may be
23 predicated on the violation of any state and/or federal law. In the instant case, Defendant
24 has violated California labor laws and Defendant’s conduct is in violation of the FLSA.

25 86. Pursuant to Business and Professions Code section 17200, et seq., Plaintiffs
26 and the other all other similarly situated employees are entitled to restitution of the
27 overtime wages withheld and retained by Defendant during a period that commences four
28 (4) years prior to the filing of this Complaint; waiting time penalties; reimbursement; a

1 declaration that the above business practices are unlawful and unfair; a permanent
2 injunction requiring Defendant to pay all outstanding wages due to Plaintiffs and all other
3 similarly situated employees. Plaintiffs, individually, on behalf of all similarly situated
4 employees, and on behalf of the general public through their respective attorneys are
5 serving to enforce an important right of the prompt payment of wages due to employees
6 which affects a significant public interest.

7 87. Plaintiffs through this action are conferring a substantial benefit on the
8 general public by ensuring the prompt payment of wages due to employees and a large
9 class of persons (on information and belief exceeds 1000 class members), there exists a
10 necessity (Defendant has maintained this illegal practice for at least four years) and
11 financial burden of private enforcement makes an award of attorney's fees appropriate,
12 which should not in the interest of justice be taken out of any award since these any
13 disgorgement or restitution to Plaintiffs and class members are owed to them as wages for
14 time worked while employed by Defendant.

15
16 **REQUEST FOR JURY TRIAL**

17 Plaintiffs hereby request a trial by jury for all issues so triable.

18 **PRAYER FOR RELIEF**

19 Plaintiffs, on behalf of themselves and all other members of the Class, pray for
20 relief and judgment against Defendant(s), as follows:

21 **Class Certification**

22 1. That this action be certified as a class action;
23 2. That Plaintiffs be appointed as the representatives of the Class; and
24 3. That counsel for Plaintiffs be appointed as Class Counsel.

25 **First Cause of Action**

26 1. Enter a declaratory judgment declaring that the Defendants have willfully
27 and wrongfully violated their statutory and legal obligations and deprived Plaintiffs and

1 all other who are similarly situated of their rights, privileges, protections, compensation,
2 benefits and entitlements under the law, as alleged herein;

3 2. Order a complete and accurate accounting of all the compensation to which
4 the Plaintiffs and all others who are similarly situated are entitled;

5 3. For compensatory damages against Defendants to be paid to the FLSA
6 Employees, including all wages and overtime pay owed to the FLSA Employees under
7 the FLSA;

8 4. For liquidated damages against Defendants to be paid to the FLSA
9 Employees under Section 16(b) of the FLSA;

10 5. For attorneys' fees and costs as allowed by Section 16(b) of the FLSA; and

11 6. Grant such other legal and equitable relief as may be just and proper.

12 Second Cause of Action

13 1. For general unpaid wages at overtime wage rates and such general and
14 special damages as may be appropriate;

15 2. For pre-judgment interest on any unpaid overtime compensation from the
16 date such amounts were due pursuant to Labor Code sections 218.6 and 1194;

17 3. For reasonable attorney's fees and for costs of suit incurred herein pursuant
18 to Labor Code sections 218.5 and 1194;

19 4. For civil penalties pursuant to Labor Code section 558; and

20 5. For such other and further relief as the Court may deem equitable and
21 appropriate.

22 Third Cause of Action

23 1. For payments pursuant to Labor Code section 226.7(b);

24 2. For pre-judgment interest on any unpaid wages from the date such amounts
25 were due pursuant to Labor Code section 218.6;

26 3. For costs of suit incurred herein; and

27 4. For such other and further relief as the Court may deem equitable and
28 appropriate.

Fourth Cause of Action

1. For payments pursuant to Labor Code section 226.7(b);
2. For pre-judgment interest on any unpaid wages from the date such amounts were due pursuant to Labor Code section 218.6;
3. For costs of suit incurred herein; and
4. For such other and further relief as the Court may deem equitable and appropriate.

Fifth Cause of Action

1. For all actual damages, according to proof;
2. For statutory penalties pursuant to Labor Code section 226(e);
3. For reasonable attorneys' fees and costs pursuant to Labor Code section 226(e); and
4. For such other and further relief as the Court may deem equitable and appropriate.

Sixth Cause of Action

1. For statutory penalties pursuant to Labor Code section 203;
2. For pre-judgment interest on any unpaid wages from the date such amounts were due pursuant to Labor Code section 218.6;
3. For costs of suit incurred herein; and
4. For such other and further relief as the Court may deem equitable and appropriate.

Seventh Cause of Action

1. For the disgorgement of any and all "unpaid wages" and incidental losses, according to proof;
2. For restitution of "unpaid wages" to Plaintiffs and all other Class Members and pre-judgment interest from the day such amounts were due and payable;

- 1 3. For the appointment of a receiver to receive, manage, and distribute any and
- 2 all funds disgorged from Defendants and determined to have been
- 3 wrongfully acquired by Defendants as a result of violations of Business and
- 4 Professions Code section 17200 et seq.;
- 5 6. For reasonable attorneys' fees and costs pursuant to Code of Civil
- 6 Procedure section 1021.5;
- 7 7. For costs of suit incurred herein; and
- 8 8. For such other and further relief as the Court may deem equitable and
- 9 appropriate.

10 General Prayer for Relief for All Causes of Action

- 11 1. For costs of suit incurred herein;
- 12 2. For actual, consequential, and special damages;
- 13 3. For restitution;
- 14 4. For reasonable attorney's fees provided by contract or statute; and
- 15 5. For such other and further relief as the court may deem equitable and
- 16 appropriate.

17
18 DATED: August 16, 2018

NATHAN & ASSOCIATES, APC

19
20 BY: /s/ Reuben D. Nathan
21 Reuben D. Nathan, Esq.
22 Attorneys for Plaintiffs,
23 CHRISTOPHER MORRIS
24 and MICHAEL SANTOLI